98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

HB3324

by Rep. Mike Fortner

SYNOPSIS AS INTRODUCED:

220 ILCS 5/8-406

from Ch. 111 2/3, par. 8-406

Amends the Public Utilities Act. Provides that no construction shall commence on any new commercial scale nuclear power plants (rather than new nuclear power plants) that are to be located in the State, and no certificate of public convenience and necessity or other authorization shall be issued therefor by the Commission unless the Director of the Illinois Environmental Protection Agency finds that the United States Government, through its authorized agency, has identified and approved a demonstrable technology or means for the disposal of high level nuclear waste, or until such construction has been specifically approved by a statute enacted by the General Assembly. Provides that the Illinois Commerce Commission may issue a certificate of public convenience and necessity and provide any other authorizations necessary to allow operating nuclear power plants to install pilot-scale projects and technologies designed to reduce waste and increase safety and having an output not exceeding 160 megawatts. Effective immediately.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

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AN ACT concerning regulation.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Public Utilities Act is amended by changing
Section 8-406 as follows:

6 (220 ILCS 5/8-406) (from Ch. 111 2/3, par. 8-406)

7 Sec. 8-406. Certificate of public convenience and 8 necessity.

9 (a) No public utility not owning any city or village franchise nor engaged in performing any public service or in 10 furnishing any product or commodity within this State as of 11 July 1, 1921 and not possessing a certificate of public 12 13 convenience and necessity from the Illinois Commerce 14 Commission, the State Public Utilities Commission or the Public Utilities Commission, at the time this amendatory Act of 1985 15 16 goes into effect, shall transact any business in this State 17 until it shall have obtained a certificate from the Commission that public convenience and necessity require the transaction 18 19 of such business.

20 (b) No public utility shall begin the construction of any 21 new plant, equipment, property or facility which is not in 22 substitution of any existing plant, equipment, property or 23 facility or any extension or alteration thereof or in addition

thereto, unless and until it shall have obtained from the 1 2 Commission a certificate that public convenience and necessity 3 require such construction. Whenever after a hearing the Commission determines that any new construction or 4 the 5 transaction of any business by a public utility will promote the public convenience and is necessary thereto, it shall have 6 the power to issue certificates of public convenience and 7 8 necessity. The Commission shall determine that proposed 9 construction will promote the public convenience and necessity 10 only if the utility demonstrates: (1) that the proposed 11 construction is necessary to provide adequate, reliable, and 12 efficient service to its customers and is the least-cost means of satisfying the service needs of its customers or that the 13 14 proposed construction will promote the development of an 15 effectively competitive electricity market that operates 16 efficiently, is equitable to all customers, and is the least 17 cost means of satisfying those objectives; (2) that the utility capable of efficiently managing and supervising the 18 is construction process and has taken sufficient action to ensure 19 20 adequate and efficient construction and supervision thereof; and (3) that the utility is capable of financing the proposed 21 22 construction without significant adverse financial 23 consequences for the utility or its customers.

(c) <u>No</u> After the effective date of this amendatory Act of
 1987, no construction shall commence on any new <u>commercial</u>
 <u>scale</u> nuclear power plant to be located within this State, and

no certificate of public convenience and necessity or other 1 2 authorization shall be issued therefor by the Commission, until the Director of the Illinois Environmental Protection Agency 3 finds that the United States Government, through its authorized 4 5 agency, has identified and approved a demonstrable technology 6 or means for the disposal of high level nuclear waste, or until 7 such construction has been specifically approved by a statute 8 enacted by the General Assembly.

9 <u>The Commission may issue a certificate of public</u> 10 <u>convenience and necessity and provide any other authorizations</u> 11 <u>necessary to allow operating nuclear power plants to install</u> 12 <u>pilot-scale projects and technologies designed to reduce waste</u> 13 <u>and increase safety, provided that the output of these programs</u> 14 <u>does not exceed 160 megawatts.</u>

As used in this Section, "high level nuclear waste" means those aqueous wastes resulting from the operation of the first cycle of the solvent extraction system or equivalent and the concentrated wastes of the subsequent extraction cycles or equivalent in a facility for reprocessing irradiated reactor fuel and shall include spent fuel assemblies prior to fuel reprocessing.

(d) In making its determination, the Commission shall attach primary weight to the cost or cost savings to the customers of the utility. The Commission may consider any or all factors which will or may affect such cost or cost savings, including the public utility's engineering judgment regarding

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1 the materials used for construction.

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2 (e) The Commission may issue a temporary certificate which 3 shall remain in force not to exceed one year in cases of emergency, to assure maintenance of adequate service or to 4 serve particular customers, without notice or hearing, pending 5 the determination of an application for a certificate, and may 6 7 by regulation exempt from the requirements of this Section 8 temporary acts or operations for which the issuance of a 9 certificate will not be required in the public interest.

10 A public utility shall not be required to obtain but may apply for and obtain a certificate of public convenience and 11 12 necessity pursuant to this Section with respect to any matter 13 as to which it has received the authorization or order of the 14 Commission under the Electric Supplier Act, and any such 15 authorization or order granted a public utility by the 16 Commission under that Act shall as between public utilities be 17 deemed to be, and shall have except as provided in that Act the same force and effect as, a certificate of public convenience 18 19 and necessity issued pursuant to this Section.

No electric cooperative shall be made or shall become a party to or shall be entitled to be heard or to otherwise appear or participate in any proceeding initiated under this Section for authorization of power plant construction and as to matters as to which a remedy is available under The Electric Supplier Act.

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(f) Such certificates may be altered or modified by the

1 Commission, upon its own motion or upon application by the 2 person or corporation affected. Unless exercised within a 3 period of 2 years from the grant thereof authority conferred by 4 a certificate of convenience and necessity issued by the 5 Commission shall be null and void.

No certificate of public convenience and necessity shall be
construed as granting a monopoly or an exclusive privilege,
immunity or franchise.

9 (g) A public utility that undertakes any of the actions 10 described in items (1) through (3) of this subsection (q) or 11 that has obtained approval pursuant to Section 8-406.1 of this 12 Act shall not be required to comply with the requirements of this Section to the extent such requirements otherwise would 13 apply. For purposes of this Section and Section 8-406.1 of this 14 15 Act, "high voltage electric service line" means an electric line having a design voltage of 100,000 or more. For purposes 16 17 of this subsection (q), a public utility may do any of the following: 18

(1) replace or upgrade any existing high voltage
electric service line and related facilities,
notwithstanding its length;

(2) relocate any existing high voltage electric
service line and related facilities, notwithstanding its
length, to accommodate construction or expansion of a
roadway or other transportation infrastructure; or

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(3) construct a high voltage electric service line and

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related facilities that is constructed solely to serve a single customer's premises or to provide a generator interconnection to the public utility's transmission system and that will pass under or over the premises owned by the customer or generator to be served or under or over premises for which the customer or generator has secured the necessary right of way.

8 (Source: P.A. 95-700, eff. 11-9-07; 96-1348, eff. 7-28-10.)

9 Section 99. Effective date. This Act takes effect upon10 becoming law.